

Peters
Handwritten initials
AIR AMERICA
INC.

c/o Air Asia Company Limited
Tainan Airfield
Tainan 700, Taiwan

Ref: AVP-TSR-75-137

Date: 22 August 1975

Mr. G. D. Morrison
Director of Supply
Air Asia Company Ltd.
Tainan

Dear Mr. Morrison:

✓ This is to acknowledge receipt of your letter dated 21 August and to advise that, contrary to your understanding and in accordance with the "Memorandum of Understanding", Air Asia shall pay book value for those items of Air America inventory it wishes to purchase. Therefore, we request that you revise the DDP received with your letter to reflect a correct and agreed to purchase price.

Should Air Asia choose not to follow this procedure, then we suggest that Air Asia submit its sealed bid for the purchase of the lot of engines identified in the Notification of Sale and Invitation For Bid (Sale No. 280). We note, however that Air Asia is not included in the list of invited bidders and to date we have received no request from Air Asia that it be put on the bidders' list.

For your information, disposition of scrap is governed by Company regulations requiring sealed bids from a number of dealers with the opening of bids supervised by our auditors. If Air Asia is interested in bidding, it should express such interest and request that it be added to the bidders' list. As you can well understand, it is contrary to Company policy to give preferential treatment which, in effect, your letter requests that we do.

Sincerely,

Original signed by

D. GLUSKIN
D. Gluskin

Assistant Vice President

Enclosures

cc: Mr. Paul Velte, Jr.
AAM WAS

APPROVED FOR RELEASE ☐
DATE: 17-Nov-2009